

APPLICATION FOR LICENSE UNDER THE WASHINGTON
COMMISSION MERCHANTS ACT (RCW 20.01)

IMPORTANT: Read instructions on back side BEFORE completing application

☐ COMMISSION
MERCHANT

- ☐ Hay or Straw (\$15,000 bond minimum)
☐ Seed (\$15,000 bond minimum)
☐ Livestock (\$10,000 bond minimum, Federal Bond required)
☐ Produce (\$10,000 bond minimum)
☐ Other Agricultural Products (\$10,000 bond minimum)

☐ DEALER

- ☐ Hay or Straw (\$15,000 bond minimum)
☐ Seed (\$15,000 bond minimum)
☐ Livestock (\$10,000 bond minimum, Federal Bond required)
☐ Produce (\$10,000 bond minimum)
☐ Other Agricultural Products (\$10,000 bond minimum)

☐ LIMITED DEALER (\$7,500 bond minimum. Must pay upon taking possession),
(\$10,000 Federal Bond required for Livestock)

☐ CASH BUYER (Restricted category - see back side of application)

☐ BROKER (Does not take possession of either product or proceeds - no bonding required)

Applicant: _____ Telephone No. _____

Business location (Street/Rural Rte.): _____

Mailing Address: _____

If out-of-state firm, give name of Washington resident authorized to accept legal services:

Name: _____ Address: _____

If previously licensed under Commission Merchants Act, under what name did you operate?

Name agricultural products you intend to handle: _____

Annual gross volume of purchases or proceeds returned to growers: _____

Business will be operated as (Check appropriate box):

☐ INDIVIDUAL

Under what business name will you operate? _____

☐ PARTNERSHIP (Attach a completed Partnership Agreement)

Under what business name will you operate? _____

Give name and address of each partner:

☐ CORPORATION (NOTE: You must attach a copy of the Articles of Incorporation.)

In what state organized or incorporated? _____ When? _____

Home Office Address: _____

Name of Officers

Addresses

President: _____

Vice Pres: _____

Secretary: _____

Treasurer: _____

Signature of Applicant: _____

INSTRUCTIONS

Make all checks payable to:
Department of Agriculture

Mail application, bond(s), etc. to:
Department of Agriculture
Commission Merchants Section
P.O. Box 42560
Olympia, WA 98504-2560
(360) 902-1854

LICENSING FEES

Commission Merchant or Dealer (including 1 set of plates and / or tabs) \$ 357.
Limited Dealer (Including 1 set of plates and / or tabs) \$ 198.
Broker \$ 249.
Cash Buyer (Including 1 set of plates and / or tabs) \$ 79.
Additional License Category \$ 25.
Penalty for late filing: 25% of License Fee (Renewals) \$ ____
Extra Plates with tabs @ \$10. per set \$ ____
Extra Tabs @ \$2. per set \$ ____
Manifest of Cargo Books @ \$4. each \$ ____

Applicants for licenses to be issued by authority of the Washington Commission Merchants Act (Chapter 20.01 RCW) please study these instructions carefully.

PENALTY FOR LATE APPLICATIONS

If an application for renewal is not filed prior to January first in any one year, a penalty of 25% of the License Fee be assessed and added to the original fee and shall be paid by applicant before the renewal license shall be issued.

LICENSING IN ADDITIONAL CATEGORIES

Any person licensed as a commission merchant, dealer, broker or cash buyer may apply for and secure a license in any or all of the remaining classifications at a fee of twenty-five dollars for such additional license. The applicant's principal license shall be in that classification requiring the greatest license fee.

If an applicant wishes to license in more than one bonded category, it may be necessary to furnish the required bond for each category.

LICENSE CATEGORIES

COMMISSION MERCHANT - means any person who receives any agricultural product on consignment for sale or processing for sale, accepts any agricultural product in trust for sale, or in any way handles any agricultural product for the account of the consignor. Bonds are on a sliding scale and actual bond requirement will be based on annual volume of proceeds returned to consignors. **Commission Merchants are required to keep substantial records. Please refer to RCW 20.01.370.**

DEALER - means any person who buys, agrees to buy, or solicits or contracts for title, possession or control of, any agricultural product for the purpose of reselling or processing for resale. A dealer / order buyer in livestock must furnish a Federal (Packers and Stockyards Administration) bond in the minimum amount of \$10,000 in lieu of the state bond. Bonds are on a sliding scale and actual bond requirement will be based upon the annual gross dollar volume of Washington agricultural purchases. **Dealers are required to keep substantial records. Please refer to RCW 20.01.380.**

LIMITED DEALER - Dealers using this category must file affidavit setting forth maximum monthly purchases and must make payment for purchases at the time of taking possession of the product.

CASH BUYER - means any person who buys produce, for the purpose of reselling, by paying CASH (**no personal or business checks**) at the time of taking possession of the product. A Cash Buyer may not deal in livestock, hay, grain, or straw. A cashier's check, certified check, or bankdraft may be used in lieu of cash.

BROKER - means any person who negotiates the purchase or sale of any agricultural product. No broker may handle the agricultural products involved or proceeds of such sale.

COMMISSION MERCHANTS - RATES AND CHARGES TO BE FILED

Any person applying for a commission merchant's license shall attach to his application a schedule of commissions, together with an itemized list of all charges for services rendered to a consignor. Such commissions and charges shall not be changed or varied for the license period except by written notice to the director, and proper posting of such changes, as prescribed by the director, on the licensee's premises. Charges for services rendered and not listed on the schedule of commissions and charges filed with the director shall be rendered only on an actual cost to the licensee basis. **All consignors must be furnished with an itemized list of charges before any contract is completed.**

VEHICLE PLATES

The licensee shall prominently display license plates issued by the director on the front and back of any vehicle used by the licensee to transport upon public highways unprocessed agricultural products. If the licensee operates more than one vehicle to transport unprocessed agricultural products on public highways, he shall apply to the director for license plates for each such additional vehicle. Such license plates are not transferable to any other person and may be used only on the licensee's vehicle or vehicles. The display of such license plates on the vehicle or vehicles of a person whose license has been revoked or cancelled, or the failure to surrender such license plates forthwith to the department after such revocation or cancellation shall be deemed a violation of this act.

Where more than one semi-trailer is used with a tractor, additional plates should be secured and attached.

**VIOLATIONS OF THIS ACT MAY CONSTITUTE CIVIL
INFRACTIONS AND RESULT IN MONETARY PENALTIES.
CERTAIN VIOLATIONS OF THIS ACT ARE PUNISHABLE
AS FELONIES.**